



## Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

# Fiscal Note

**Drafting Number:** LLS 22-1061  
**Prime Sponsors:** Rep. Bird; McKean

**Date:** May 3, 2022  
**Bill Status:** House Business  
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**Bill Topic:** REPEAL REGISTERED MANAGER REQUIREMENT LIQUOR LICENSEES

**Summary of Fiscal Impact:**

<input checked="" type="checkbox"/> State Revenue	<input checked="" type="checkbox"/> TABOR Refund
<input checked="" type="checkbox"/> State Expenditure	<input checked="" type="checkbox"/> Local Government
<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

The bill modifies requirements and fees for hotel and restaurant, tavern, and lodging and entertainment licensees to report the name of their manager to state and local licensing authorities. The bill decreases state and local revenue and workload on an ongoing basis.

**Appropriation Summary:** No appropriation is required.

**Fiscal Note Status:** The fiscal note reflects the introduced bill.

**Table 1**  
**State Fiscal Impacts Under HB 22-1415**

		<b>Budget Year FY 2022-23</b>	<b>Out Year FY 2023-24</b>
<b>Revenue</b>	Cash Funds	(\$60,930)	(\$60,930)
<b>Expenditures</b>		-	-
<b>Transfers</b>		-	-
<b>Other Budget Impacts</b>	TABOR Refund	(\$60,930)	(\$60,930)

## Summary of Legislation

The bill eliminates the requirement that hotel and restaurant, tavern, and lodging and entertainment licensees register their manager with state and local licensing authorities, and instead requires that licensees report the name of the manager to licensing authorities. Under current law, the fee for a manager registration is \$75. Under the bill, licensees must pay a \$30 fee when there is a change in manager.

## State Revenue

The bill reduces revenue to the Liquor Enforcement Division Cash Fund by \$60,930 beginning in FY 2022-23. In 2021, the Liquor Enforcement Division received 1,354 manager registrations, at the fee of \$75 each, resulting in revenue of \$101,550. Assuming the same number of manager registrations, LED will instead collect a fee of \$30, for revenue of \$40,620, a reduction of \$60,930 per year.

## State Expenditures

The bill decreases workload for the Liquor Enforcement Division to implement a simpler notification process for managers of hotel and restaurant, tavern, and lodging and entertainment licensees. No change in appropriations is required.

## Other Budget Impacts

**TABOR refunds.** The bill is expected to decrease the amount of state revenue required to be refunded to taxpayers by the amounts shown in the State Revenue section above. This estimate assumes the March 2022 LCS revenue forecast. A forecast of state revenue subject to TABOR is not available beyond FY 2023-24. Because TABOR refunds are paid from the General Fund, decreased cash fund revenue will increase the amount of General Fund available to spend or save.

## Local Government

Similar to the state impacts, the bill will reduce revenue and workload to local licensing authorities. The impact will depend on the number of managers that change in a jurisdiction in a given year.

## Effective Date

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

## State and Local Government Contacts

Revenue